

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



**W-01654-A**  
**Farmers Water Co.**  
**PO Box 7**  
**Sahuarita, AZ 85629**

RECEIVED  
DEC 18 2009  
AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>9</b>	<b>30</b>	<b>2009</b>
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FOR COMMISSION USE

<b>ANN 04</b>	<b>09</b>
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PROCESSED BY:

12-21-09

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** FARMERS WATER CO.

**Mailing Address** P.O. BOX 7 (1525 E. SAHUARITA RD.)  
(Street)

SAHUARITA AZ 85629  
(City) (State) (Zip)

520-879-7474 520-791-2853 n/a  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** n/a

**Local Office Mailing Address** P.O. Box 7 (1525 E. SAHUARITA RD.)  
(Street)

SAHUARITA AZ 85629  
(City) (State) (Zip)

520-879-7474 520-791-2853 n/a  
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** n/a

## MANAGEMENT INFORMATION

**Management Contact:** WARREN E. CULBERTSON CEO  
(Name) (Title)

1525 E. SAHUARITA RD. SAHUARITA AZ 85629  
(Street) (City) (State) (Zip)

520-879-7473 520-791-2853 520-400-2111  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** n/a

**On Site Manager:** JOHN (JACK) MILLER  
(Name)

1525 E. SAHUARITA RD. SAHUARITA AZ 85629  
(Street) (City) (State) (Zip)

520-879-7432 520-791-2853 520-444-7820  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** n/a

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: T. PATRICK GRIFFIN

ONE SOUTH CHURCH

(Street)

TUCSON

(City)

AZ

(State)

85701

(Zip)

520-792-3836

Telephone No. (Include Area Code)

520-792- 2853

Fax No. (Include Area Code)

n/a

Cell No. (Include Area Code)

Attorney: same as above

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☒ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises	6,893		6,893
303	Land and Land Rights			
304	Structures and Improvements	17,319	14,377	2,942
307	Wells and Springs	214,197	131,730	82,467
311	Pumping Equipment	160,570	144,680	15,890
320	Water Treatment Equipment	10,288	9,950	338
330	Distribution Reservoirs and Standpipes	463,735	392,163	71,572
331	Transmission and Distribution Mains	6,929,629	1,817,538	5,112,091
333	Services	871,918	214,538	657,380
334	Meters and Meter Installations	328,507	133,737	194,770
335	Hydrants	272,546	67,545	205,001
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	103,201	54,318	48,883
341	Transportation Equipment	52,059	47,705	4,354
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>9,430,862</b>	<b>3,028,281</b>	<b>6,402,581</b>

This amount goes on the Balance Sheet Acct. No. 108



**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises	6,893		
303	Land and Land Rights			
304	Structures and Improvements	17,319	4.46%	772
307	Wells and Springs	214,197	4.07%	8,718
311	Pumping Equipment	160,570	4.47%	7,177
320	Water Treatment Equipment	10,288	2.33%	240
330	Distribution Reservoirs and Standpipes	463,735	3.78%	17,529
331	Transmission and Distribution Mains	6,929,629	3.43%	237,686
333	Services	871,918	3.59%	31,301
334	Meters and Meter Installations	328,507	6.39%	20,992
335	Hydrants	272,546	2.86%	7,795
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	103,201	12.85%	13,261
341	Transportation Equipment	52,059	24.27%	12,635
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>9,430,862</b>		<b>358,106</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

**BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ (31,782)	\$ (9,716)
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	50,310	54,009
146	Notes/Receivables from Associated Companies	1,159,017	1,130,284
151	Plant Material and Supplies		
162	Prepayments	(751)	(751)
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$1,176,794	\$1,173,826
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$8,120,557	\$9,430,862
103	Property Held for Future Use		
105	Construction Work in Progress	12,446	
108	Accumulated Depreciation – Utility Plant	(2,670,214)	(3,028,283)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$5,462,789	\$6,402,579
	<b>TOTAL ASSETS</b>	<b>\$6,639,583</b>	<b>\$7,576,405</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 10,450	\$ 20,040
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	34,913	32,658
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 45,363	\$ 52,698
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	6,968,241	7,633,818
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	248,847	755,510
272	Less: Amortization of Contributions	( 54,570)	( 57,862)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$7,162,518	\$8,331,466
	<b>TOTAL LIABILITIES</b>	\$7,207,881	\$8,384,164
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 2,500	\$ 2,500
211	Paid in Capital in Excess of Par Value	497,500	497,500
215	Retained Earnings	(1,068,298)	(1,307,759)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$(568,298)	\$(807,759)
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$6,639,583</b>	<b>\$7,576,405</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 555,645	\$ 595,267
460	Unmetered Water Revenue		
474	Other Water Revenues	16,976	15,293
	<b>TOTAL REVENUES</b>	<b>\$ 572,621</b>	<b>\$ 610,560</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 201,450	\$ 218,916
610	Purchased Water		
615	Purchased Power	50,828	68,008
618	Chemicals		
620	Repairs and Maintenance	37,502	83,218
621	Office Supplies and Expense	17,347	16,348
630	Outside Services	28,215	25,720
635	Water Testing	11,944	21,943
641	Rents		
650	Transportation Expenses	1,443	5
657	Insurance – General Liability	2,859	3,003
659	Insurance - Health and Life	22,539	27,745
666	Regulatory Commission Expense – Rate Case		40,079
675	Miscellaneous Expense	17,625	25,889
403	Depreciation Expense (LESS: Amortization)	288,554	300,207
408	Taxes Other Than Income		
408.11	Property Taxes	20,414	18,939
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 700,720</b>	<b>\$ 850,020</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$( 128,099)</b>	<b>\$(239,460)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$</b>	<b>\$</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$(128,099)</b>	<b>\$(239,460)</b>



**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ 37,015.50 \_\_\_\_\_

<b>COMPANY NAME</b>	<b>FARMERS WATER CO.</b>	<b>09/30/09</b>
<b>Name of System: Sahuarita</b>	<b>ADEQ Public Water System Number:</b>	<b>PWS 10-048</b>

## **WATER COMPANY PLANT DESCRIPTION**

**Sahuarita**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-534922(S-52A)	30	210	1520	8	4	1993
55-624001(S-52)	60	625	1200	14/12	8	1974

\* Arizona Department of Water Resources Identification Number

## **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
15	1		
7 1/2	1		
3/4	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
17,500 gals	2	5,000 gals	1
30,000 gals	1		

<b>COMPANY NAME FARMERS WATER CO.</b>	<b>09/30/09</b>
<b>Name of System: Sahuarita</b>	<b>ADEQ Public Water System Number: PWS 10-048</b>

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### **Sahuarita S-52 & S-52A**

<b>MAINS</b>			<b>CUSTOMER METERS</b>	
<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>	<b>Size (in inches)</b>	<b>Quantity</b>
2	iron	2971	5/8 X 3/4	71
3	iron	1627	3/4	
4	iron	1722	1	5
5			1 1/2	1
6	Dip	377	2	2
8			Comp. 3	
10			Turbo 3	
12	Dip	296	Comp. 4	
16			Tubo 4	
4	PVC	3822	Comp. 6	
6	PVC	2681	Tubo 6	
8	PVC	3785		
12				
16				
			<b>Total</b>	<b>79</b>

**For the following three items, list the utility owned assets in each category for each system.**

#### **TREATMENT EQUIPMENT:**

One (1) chlorine tablet injection system at Sahuarita Pumping Station.

#### **STRUCTURES:**

S-52 well site: 6' chain link fence 96' LF perimeter.

S-52A well site: 6' chain link fence 90' LF perimeter.

Sahuarita storage & pumping station: 6' chain link fence 260' LF perimeter.

#### **OTHER:**

Two (2) Ford F-150 pickups.

One (1) Ford F-250 small truck.

One (1) Mercury Grand Marquis.

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME: FARMERS WATER CO.</b>	<b>09/30/09</b>
<b>Name of System: Sahuarita</b>	<b>ADEQ Public Water System Number: 10-048</b>

### **WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009**

S-52 + S-52A

<b>MONTH/YEAR</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD (Thousands)</b>	<b>GALLONS PUMPED (Thousands)</b>	<b>GALLONS PURCHASED (Thousands)</b>
<b>OCTOBER 08</b>	81	3,301	3,424	0
<b>NOVEMBER 08</b>	81	2,479	2,574	0
<b>DECEMBER 08</b>	81	2,350	2,499	0
<b>JANUARY 09</b>	80	2,476	2,608	0
<b>FEBRUARY 09</b>	80	2,767	2,910	0
<b>MARCH 09</b>	81	2,974	3,103	0
<b>APRIL 09</b>	81	3,622	3,725	0
<b>MAY 09</b>	80	3,064	3,339	0
<b>JUNE 09</b>	80	2,845	2,991	0
<b>JULY 09</b>	79	3,380	3,589	0
<b>AUGUST 09</b>	79	2,421	2,628	0
<b>SEPTEMBER 09</b>	79	3,897	3,981	0
<b>TOTALS →</b>		<b>35,576</b>	<b>37,371</b>	<b>0</b>

What is the level of arsenic for each well on your system? \_\_\_\_\_ mg/l

*(If more than one well, please list each separately.) P.O.E. #1 3.3ppb 4/24/09*

If system has fire hydrants, what is the fire flow requirement? \_\_N/A\_\_ GPM for \_\_N/A\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

( X ) Yes                      ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( X ) Yes                      ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes                      ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

<b>COMPANY NAME: FARMERS WATER CO.</b>	<b>09/30/09</b>
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<b>COMPANY NAME</b>	<b>FARMERS WATER CO.</b>	<b>09/30/09</b>
<b>Name of System:</b>	<b>Continental</b>	<b>ADEQ Public Water System Number: PWS 10-049</b>

**WATER COMPANY PLANT DESCRIPTION**  
**CONTINENTAL**  
**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-624012(E5A)	75	525	520	16	8	1959
55-624020(E-13A)	60	575	1100	18	8	1953
55-624028(NP-2)	10	25	375	16	1	1977
55-210420(E-17) (Not in use to date)	50	500	800	12 ¾	n/a	2006

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
60	4	242	
30	3		
20	2		
15	4		
10	1		
¾	1		
3	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
1,000,000 gals	1	5,000 gals	5
500,000 gals	1		
75,000 gals	1		
8,000 gals	1		

<b>COMPANY NAME FARMERS WATER CO.</b>	<b>09/30/09</b>
<b>Name of System: Continental</b>	<b>ADEQ Public Water System Number: PWS 10-049</b>

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### **Continental, Madera Highlands & NP-2**

<b>MAINS</b>			<b>CUSTOMER METERS</b>	
<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>	<b>Size (in inches)</b>	<b>Quantity</b>
2	iron	1386	5/8 X 3/4	816
3	iron	1755	3/4	
4	iron	1955	1	196
5			1 1/2	14
6	Dip	1290	2	34
8	Dip	1115	Comp. 3	
10			Turbo 3	1
12	Dip	3954	Comp. 4	
16	Dip	3390	Tubo 4	
4	PVC	11,388	Comp. 6	
6	PVC	22,145	Tubo 6	2
8	PVC	80,456		
12	PVC	9,803		
16	PVC	600		
			<b>Total</b>	<b>1063</b>

**For the following three items, list the utility owned assets in each category for each system.**

#### **TREATMENT EQUIPMENT:**

Four (4) Chlorine tablet injection systems. \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

#### **STRUCTURES:**

Wood storage bldg. 128 sq ft with 188 LF perimeter 6' chain link fence.  
Wood storage bld. 60 sq ft with 598 LF perimeter 6' chain link fence.  
NP-2 well site: 108 LF perimeter 6' chain link fence.  
Pump station at Colonia Real: 451 LF perimeter 6' chain link fence.  
E-13A Well Site: 195 LF of 6' chain link fence.  
E-13A Pump Station: 542 LF of block wall (tiered; height varies with terrain) and 6' chain link fence.  
 \_\_\_\_\_

**OTHER:** \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

COMPANY NAME: FARMERS WATER CO.		09/30/09
Name of System: Continental	ADEQ Public Water System Number: 10-049	

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

E-5A + E-13A + NP-2

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
OCTOBER 08	936	12,724	13,596	0
NOVEMBER 08	946	11,161	13,226	0
DECEMBER 08	956	8,645	9,804	0
JANUARY 09	969	10,312	11,546	0
FEBRUARY 09	972	8,541	9,404	0
MARCH 09	975	10,383	11,106	0
APRIL 09	987	14,319	15,585	0
MAY 09	1006	15,373	16,301	0
JUNE 09	1013	13,656	14,584	0
JULY 09	1027	16,617	18,055	0
AUGUST 09	1034	15,914	17,786	0
SEPTEMBER 09	1063	16,820	18,979	0
TOTALS →		154,465	169,972	0

What is the level of arsenic for each well on your system? \_\_\_\_\_ mg/l

(If more than one well, please list each separately.) E-5A: 4.9 PPB - 4/23/09

E-13A: 5.1 PPB - 4/24/09

NP-2: <5.0 PPB - 3/10/09

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

( X ) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( X ) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

<b>COMPANY NAME</b> FARMERS WATER CO.	<b>09/30/09</b>
<b>Name of System:</b> Santa Rita Springs	<b>ADEQ Public Water System Number:</b> PWS 10-213

## **WATER COMPANY PLANT DESCRIPTION**

### **Santa Rita Springs**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-624025	200	1875	1186	18/16	12	1974

\* Arizona Department of Water Resources Identification Number

## **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
50	2	122	
25	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
1,000,000 gals	1	5,000 gals	1
		10,000 gals	1



<b>COMPANY NAME FARMERS WATER CO.</b>	<b>09/30/09</b>
<b>Name of System: Santa Rita Springs</b>	<b>ADEQ Public Water System Number: PWS 10-213</b>

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### Santa Rita Springs – W-11

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2			5/8 X 3/4	1291
3			3/4	
4	ACP	2,727	1	38
6	ACP	2,835	1 1/2	1
12	ACP	2,723	2	16
6	Dip	217	Comp. 3	
8	Dip	90	Turbo 3	5
12	Dip	1,120	Comp. 4	
16			Tubo 4	
4	PVC	6,184	Comp. 6	
6	PVC	18,608	Tubo 6	
8	PVC	18,181		
12	PVC	13,249		
16				
			<b>Total</b>	<b>1351</b>

**For the following three items, list the utility owned assets in each category for each system.**

#### TREATMENT EQUIPMENT:

One (1) Chlorine tablet injection systems. \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

#### STRUCTURES:

1-60 sq ft storage bldg at pump station with 224 LF of perimeter 6' chain link fence.  
W-11 well site: 143 LF of 8' block wall.

OTHER: \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009**

W-11

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
OCTOBER 08	1,336	7,136 *	6,845 *	0
NOVEMBER 08	1,341	6,029	7,481	0
DECEMBER 08	1,341	6,039 *	5,963 *	0
JANUARY 09	1,342	7,120 *	6,922 *	0
FEBRUARY 09	1,365	6,284	6,873	0
MARCH 09	1,351	7,150	7,385	0
APRIL 09	1,350	9,386	9,613	0
MAY 09	1,351	8,392	8,508	0
JUNE 09	1,357	7,155	7,264	0
JULY 09	1,348	8,085	8,472	0
AUGUST 09	1,347	6,963	7,081	0
SEPTEMBER 09	1,351	8,021	8,521	0
TOTALS →		87,760	90,928	0

\*within storage capacity of 1,000,000 gals

What is the level of arsenic for each well on your system? 7.9 ppb 3/10/09

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1000    GPM for   2   hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

( X ) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( X ) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

<b>COMPANY NAME</b>	<b>FARMERS WATER CO.</b>	<b>09/30/09</b>
<b>Name of System:</b>	<b>Sahuarita Highlands</b>	<b>ADEQ Public Water System Number: PWS 10-414</b>

### **WATER COMPANY PLANT DESCRIPTION**

#### **Sahuarita Highlands**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-201058	30	200	600	12 ¾	4	2004

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
10	1	38	
25	1		
50	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
200,500 gals	1	5,000 gals	1

<b>COMPANY NAME</b> FARMERS WATER CO.	<b>09/30/09</b>
<b>Name of System:</b> Sahuarita Highlands	<b>ADEQ Public Water System Number:</b> PWS 10-414

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**Continental, Madera Highlands & NP-2**

<b>MAINS</b>			<b>CUSTOMER METERS</b>	
<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>	<b>Size (in inches)</b>	<b>Quantity</b>
2			5/8 X 3/4	6
3			3/4	
4	PVC	945	1	19
5			1 1/2	
6	PVC	2115	2	
8	PVC	21,850	Comp. 3	
10			Turbo 3	
12	PVC	498	Comp. 4	
16			Tubo 4	
4			Comp. 6	
6			Tubo 6	
8				
12				
16				
			<b>Total</b>	<b>25</b>

**For the following three items, list the utility owned assets in each category for each system.**

**TREATMENT EQUIPMENT:**

One (1) Chlorine tablet injection systems. \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

**STRUCTURES:**

Well and pump station site: 8' block – 606 LF.

\_\_\_\_\_

**OTHER:** \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

COMPANY NAME: FARMERS WATER CO.		09/30/09
Name of System: Sahuarita Highlands	ADEQ Public Water System Number: 10-414	

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009**

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
OCTOBER 08	25	317 *	312 *	0
NOVEMBER 08	25	85	128	0
DECEMBER 08	25	165 *	150 *	0
JANUARY 09	25	90	123	0
FEBRUARY 09	26	91	135	0
MARCH 09	24	284 *	236 *	0
APRIL 09	24	153	165	0
MAY 09	24	271 *	266 *	0
JUNE 09	25	141	169	0
JULY 09	24	201 *	126 *	0
AUGUST 09	24	205	218	0
SEPTEMBER 09	25	330 *	314 *	0
<b>TOTALS →</b>		<b>2,333</b>	<b>2,342</b>	<b>0</b>

\*Within Storage Capacity of 200,500 gals

What is the level of arsenic for each well on your system? <5.0 ppb 3/10/09  
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1000\_\_ GPM for \_\_2\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
( X ) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
( X ) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
( ) Yes ( X ) No

If yes, provide the GPCPD amount:\_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME Farmers Water Co YEAR ENDING 09/30/09

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2009 was: \$ **19,394 FISCAL YR**

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

VENDER ID	NAME	PAYMENT NUMBER	CHECK DATE	130 02792	
BETH001	BETH FORD, PIMA COUNTY TREASUR	00000000000002128	4/15/2009		
INVOICE #	DATE	DESCRIPTION	GROSS AMOUNT	AMOUNT PAID	
909 63 0020	4/14/2009	2ND HALF 2008 TAXES	\$2,341.65	\$2,341.65	
909 63 9000	4/14/2009	2ND HALF 2008 TAXES	\$641.82	\$641.82	
909 63 9010	4/14/2009	2ND HALF 2008 TAXES	\$6,664.43	\$6,664.43	
COMMENT			Stub Totals:	\$9,647.90	\$9,647.90

## FARMERS WATER CO.

P.O. Box 7  
Sahuarita, AZ 85629-0007

Wells Fargo Bank Ohio, N.A.

56-382  
412

130 02792

DATE

4/15/2009

AMOUNT

\$

\*\*\*\*\*9,647.90

PAY Nine Thousand Six Hundred Forty Seven Dollars And 90 Cents

CHECKS FOR AMOUNTS OVER \$5,000  
REQUIRE 2 SIGNATURES



TO THE  
ORDER  
OF

BETH FORD, PIMA COUNTY TREASUR  
PIMA COUNTY TREASURER  
P O BOX 29011  
PHOENIX AZ 85038-9011

BY

MP

NON-NEGOTIABLE

BY

MP

AUTHORIZED SIGNATURES

WARNING: Do not accept this document unless you can see a true watermark hold to light to view.

130 02792

Handwritten signatures: SF, MW, A

DS

VENDER ID	NAME	INVOICE NUMBER	CHECK DATE	13002672	
BETH001	BETH FORD, PIMA COUNTY TREASUR	000000000000002007	10/28/2008		
INVOICE #	DATE	DESCRIPTION	GROSS AMOUNT	AMOUNT PAID	
304 18 097D	10/1/2008	TOTAL 2008 TAXES	\$8.77	\$8.77	
304 18 098E	10/1/2008	TOTAL 2008 TAXES	\$10.96	\$10.96	
304 18 9420	10/1/2008	TOTAL 2008 TAXES	\$8.77	\$8.77	
304 18 9430	10/1/2008	TOTAL 2008 TAXES	\$8.77	\$8.77	
304 18 9620	10/1/2008	TOTAL 2008 TAXES	\$8.77	\$8.77	
304 18 9630	10/1/2008	TOTAL 2008 TAXES	\$8.77	\$8.77	
304 18 9770	10/1/2008	TOTAL 2008 TAXES	\$10.96	\$10.96	
304 65 735B	10/1/2008	TOTAL 2008 TAXES	\$7.58	\$7.58	
304 81 082B	10/1/2008	TOTAL 2008 TAXES	\$10.96	\$10.96	
303 54 1810	10/1/2008	TOTAL 2008 TAXES	\$13.63	\$13.63	
909 63 0020	10/1/2008	1ST HALF 2008 TAXES	\$2,341.66	\$2,341.66	
909 63 9000	10/1/2008	1ST HALF 2008 TAXES	\$641.82	\$641.82	
COMMENT			Stub Totals:	\$3,081.42	\$3,081.42

\*\*\* CONTINUED ON REMITTANCE \*\*\*

## FARMERS WATER CO.

P.O. Box 7  
Sahuarita, AZ 85629-0007

Wells Fargo Bank Ohio, N.A.

56-382  
412

13002672

DATE

10/28/2008

AMOUNT

\$

\*\*\*\*\*9,745.86

PAY Nine Thousand Seven Hundred Forty Five Dollars And 86 Cents

CHECKS FOR AMOUNTS OVER \$5,000  
REQUIRE 2 SIGNATURESTO THE  
ORDER  
OFBETH FORD, PIMA COUNTY TREASUR  
PIMA COUNTY TREASURER  
P O BOX 29011  
PHOENIX AZ 85038-9011

BY

MP

NON-NEGOTIABLE

BY

MP

AUTHORIZED SIGNATURES

WARNING: Do not accept this document unless you can see a true watermark hold to light to view.

13002672



**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

**VERIFICATION**

STATE OF ARIZ.  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>PIMA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>WARREN E. CULBERTSON CEO</u>
COMPANY NAME	<u>FARMERS WATER CO.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>09</u>	<u>30</u>	<u>2009</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

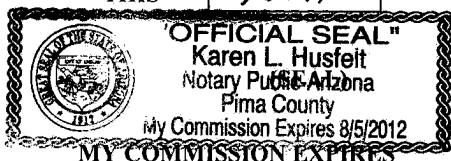
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Warren E. Culbertson  
SIGNATURE OF OWNER OR OFFICIAL  
1-520-879-7473  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16th DAY OF



MY COMMISSION EXPIRES

8/5/2012

COUNTY NAME	<u>PIMA</u>	
MONTH	<u>DEC.</u>	<u>2009</u>

Karen L. Husfelt  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Farmers Water Co. YEAR ENDING 09/30/09

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	NOT APPLICABLE AS TAX RETURNS ARE
Estimated or Actual Federal Tax Liability	FILED AS MEMBER OF A CONSOLIDATED
	GROUP WITH FARMERS INVESTMENT CO

State Taxable Income Reported	_____
Estimated or Actual State Tax Liability	_____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>76,755</u>
----------------------------------	---------------

Amount of Gross-Up Tax Collected	_____
----------------------------------	-------

Total Grossed-Up Contributions/Advances	<u>76,755</u>
---	---------------

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Warren E. Culbertson  
SIGNATURE

12-16-09  
DATE

WARREN E. CULBERTSON  
PRINTED NAME

C.E.O  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

**VERIFICATION**

STATE OF ARIZ.

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>PIMA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>WARREN E. CULBERTSON CEO</u>
COMPANY NAME	<u>FARMERS WATER CO.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>09</u>	<u>30</u>	<u>2009</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING FISCAL YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

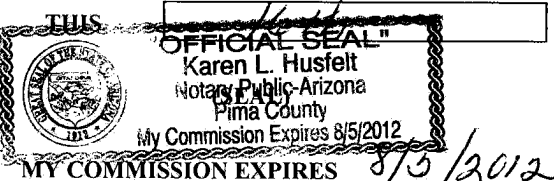
\$ 610,560

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 37,192  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



Warren E. Culbertson  
SIGNATURE OF OWNER OR OFFICIAL  
1-520-879-7473  
TELEPHONE NUMBER

COUNTY NAME	<u>PIMA</u>	
MONTH	<u>DEC.</u>	<u>2009</u>

Karen L. Husfelt  
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <u>PIMA</u>	
NAME (OWNER OR OFFICIAL) <u>WARREN E. CULBERTSON</u>	TITLE <u>CEO</u>
COMPANY NAME	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>09</u>	<u>30</u>	<u>2009</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING FISCAL YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>448,551</u>

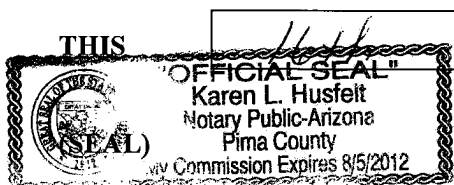
THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 31,009  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

Warren E. Culbertson  
SIGNATURE OF OWNER OR OFFICIAL  
1-520-879-7473  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**



**MY COMMISSION EXPIRES** 8/5/2012

NOTARY PUBLIC NAME <u>Karen L. Husfelt</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>December</u>	<u>2009</u>

X Karen L. Husfelt  
SIGNATURE OF NOTARY PUBLIC